



STATE OF DELAWARE
DEPARTMENT OF FINANCE
DIVISION OF REVENUE
DELAWARE STATE BUILDING
820 N. FRENCH STREET
WILMINGTON, DELAWARE 19801

DIVISION OF REVENUE
TAX RULING 78-9

July 25, 1978

- Corporation Income Tax Returns
Increase in Penalties for Late Filing, Wilful Failure to
File, Etc.


House Bill No. 375, 129th General Assembly, approved
July 8, 1978, (Chap. 425, Vol. 61, Laws of Del.) amends Section 1912,
Title 30, Del. C., relating to penalties, as follows:

Subsection (a) of Section 1912, relating to wilful failure
to file a return or pay the tax, is amended to increase the fine imposed
from \$500 to \$3,000.

Subsection (b) of Section 1912, relating to wilfully making
a false or fraudulent return, is amended to increase the fine imposed from
\$500 to \$3,000.

Subsection (c) of Section 1912, relating to failure to keep
proper business records for 5 years after a return is filed, is amended to
increase the fine imposed from \$500 to \$3,000.

Subsection (d) of Section 1912, relating to penalty for
failure to file timely returns, unless such failure is due to reasonable cause
and not due to wilful neglect, is amended by increasing the penalty from 5%
to 10% of the amount of tax due on such return for each month or fraction
thereon the return is late, with the maximum penalty increased from 25%
to 50% of the amount of tax due on such return.


John L. Sullivan
Director of Revenue

RRS/mrs